

CONFIDENTIAL

27 October 1948

VIA : SFD
FBI
Office of the General Counsel

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Income Tax - [REDACTED]

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1. Reference is made to dispatch [REDACTED] regarding subject's income tax problem. The Baltimore Collector of Internal Revenue has requested Mr. [REDACTED] to clarify the branch of the Government by whom he was employed in 1946. It is our understanding that he was employed by the FBI for all of 1946 with the exception of the month of December when he worked for us. In both cases, for reasons of security, he designated his employer as "United States Government".

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2. This matter has been discussed with the appropriate person in the Bureau of Internal Revenue, and the Baltimore Collector will be advised that the designation of "United States Government" is sufficient without further explanation. This procedure has been satisfactory in the past, and it is believed that no further question will be raised.

3. In regard to the use of the phrase "constant travel status" for his place of employment with the FBI, it is not known whether any travel expenses were actually incurred. If there actually were travel expenses, there does not appear to be any security risk in breaking the total amount of such expenses into its component parts of railroad, air, hotel, etc., without designating any geographical locations. In any event, it is assumed that the phrase "constant travel status" will probably be accepted without further question since the explanation to the Baltimore Collector indicates in very general terms that a security problem exists.

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4. Will you please advise Mr. [REDACTED] of the contents of this memorandum? Other than the possible explanation of travel expenses indicated above, no revision of his returns appears necessary at the moment. If Mr. [REDACTED] receives more inquiries from the Collector, we will be glad to pursue the matter further.

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General Counsel: [REDACTED] :mes

cc: FBI

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